

TRANSPORTATION

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AGENCY BUDGET OVERVIEW

TRANSPORTATION

Mission: *Build and maintain the State's transportation system, plan and implement new highway projects, improve pavement conditions on existing roads, and assure highway safety through appropriate design and maintenance*

MAJOR ACCOMPLISHMENTS AND SERVICES

(Headings include funding in Governor's recommendations)

Maintain the current road system

- Maintains, repairs, and operates the state highway system comprising approximately 6,000 miles
- Manages the state highway system that serves around 70 percent of all vehicle miles traveled in Utah
- Preserves the highway system by applying treatments and other technologies to pavement to extend its lifetime
- Preserves bridges through routine inspections, sealing treatments, and deck pavement projects
- Maintains highways through plowing snow, maintaining drainage, improving roadway markings (striping/signs), patching potholes, and repairing guardrails

Improve the highway system

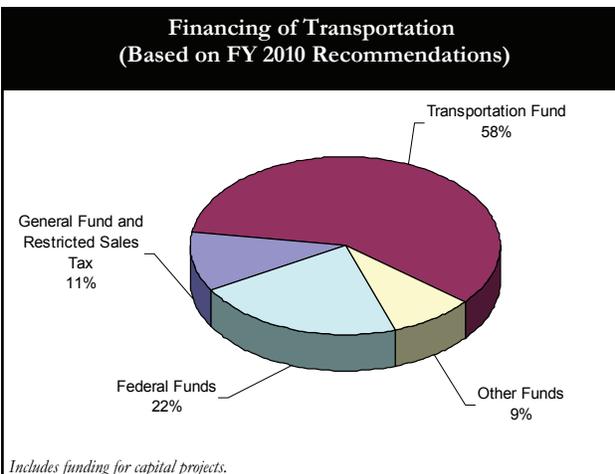
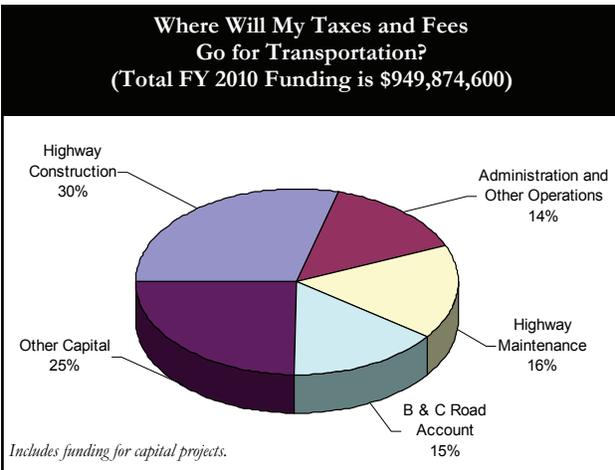
- Maximizes traffic efficiency through intelligent transportation systems that include the Traffic Operations Center, cameras along the roadways, congestion detectors in the highways, weather sensors, and ramp meters at freeway interchanges
- Provides traveler information through the 511 system, a free travel information phone number that offers statewide updates on traffic, winter road conditions, and public transit
- Operates incident management teams that patrol Utah's roadways helping motorists in distress and aiding the highway patrol to manage traffic when accidents occur
- Removes snow and deploys more than 130 snowplows along the Wasatch Front during a major snowstorm; uses anti-icing methods to prevent black ice and snow-packed conditions

Increase highway safety

- Improves roadway safety through public awareness campaigns, improved design, high-visibility signs, rumble strips, new paint striping technologies, intersection improvements, and maintenance safety activities

Expand highway capacity by completing the following projects:

- I-15; Farmington to Gordon Avenue
- I-80; State Street to 1300 East
- SR-77 (400 South); 1750 West to Springville Main Street
- US-40 at 5 different locations
- Southern Parkway in Washington County



RECOMMENDATIONS: GOVERNOR'S GOALS AND INITIATIVES

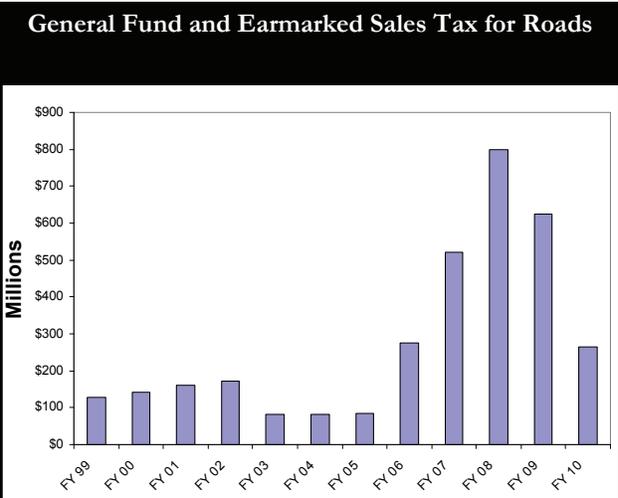
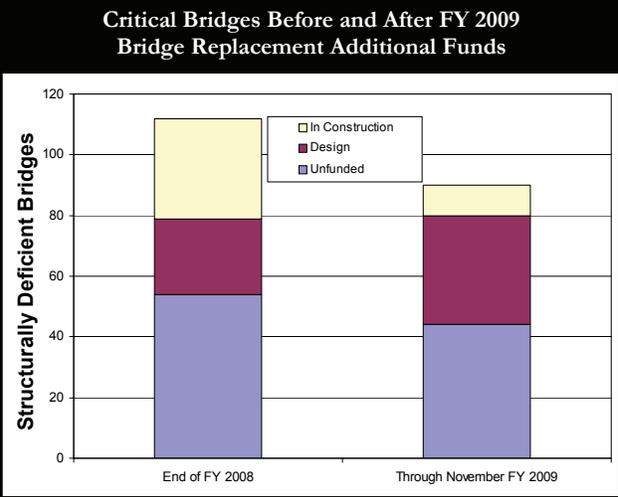
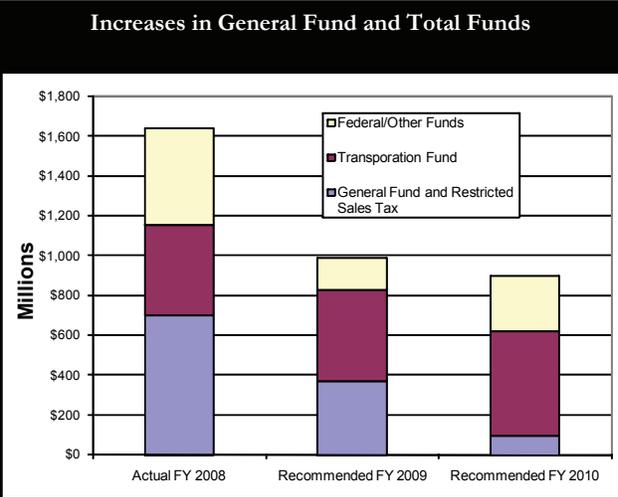
(See itemized table for full list of recommendations)

Maintain roadway conditions at quality levels

- Increase maintenance funding to offset rising petroleum-based material costs with \$4,533,000 ongoing Transportation Fund
- Increase funding for road feature maintenance with \$3,604,500 ongoing Transportation Fund
- Provide for fuel cost increases with \$2,105,600 ongoing Transportation Fund
- Replace the 105 mm Recoilless Rifle with a 105 mm Howitzer in Little Cottonwood Canyon to manage avalanche control with \$225,000 one-time Transportation Fund

Improve the Environment

- Implement fuel-efficient technology on heavy duty fleet vehicles with \$125,000 one-time Transportation Fund



PROPOSED LEGISLATIVE INTENT LANGUAGE**FY 2010 Proposed Legislative Intent**

- Equipment Management is authorized to not lapse \$200,000.
- All collections or cash income from the sale or salvage of land and buildings are to be lapsed to the Transportation Fund.
- Funds appropriated from the Transportation Fund for pedestrian safety projects shall be used specifically to correct pedestrian hazards on state highways. Local authorities shall be encouraged to participate in the construction of pedestrian safety devices.
- Local participation in the Sidewalk Construction Program shall be 75 percent state and 25 percent local match. If local governments cannot use their allocation of Sidewalk Safety Funds in two years, those funds will be available for other governmental entities which are prepared to use the resources.
- Funds appropriated from the Federal Mineral Lease Account shall be used for improvement or reconstruction of highways that have been heavily impacted by energy development and are nonlapsing.
- Any surplus in the Transportation Fund not otherwise appropriated may be used by the department for the construction, rehabilitation, and preservation of state highways in Utah. The appropriation shall fund: first, a maximum participation with the federal government for the construction of federally designated highways as provided by law; and last, the construction of state highways as funding permits.

PROPOSED LEGISLATIVE INTENT LANGUAGE

FY 2009 Proposed Legislative Intent

- Support Services is authorized to not lapse \$200,000 for software development.
- Engineering Services is authorized to not lapse \$200,000.
- Region Management is authorized to not lapse \$200,000.
- Operations is authorized to not lapse \$800,000.
- Maintenance Management is authorized to not lapse \$3,000,000.
- The number of full-time equivalents (FTEs) for field crews may be adjusted to accommodate the increase or decrease in the construction program. No portion of the money appropriated by this item shall be used either directly or indirectly to enhance or increase appropriations made to the department for other purposes.
- A portion of \$30,000,000 of the total \$100,000,000 for Transportation Capital is for corridor preservation. Of the \$30,000,000 for corridor preservation, \$16,000,000 is to be placed in the Transportation Corridor Preservation Revolving Loan Fund and the remaining \$14,000,000 is to be a match for local governments to be expended only on current and future state roads and be nonlapsing. The match portion for local governments is available for a two-year period from the date the local option transportation corridor preservation fee was initially imposed. Any unexpended local matching funds revert to the Transportation Corridor Preservation Revolving Loan Fund.
- Funds for the corridor preservation match portion for local governments are nonlapsing. The portion for local governments is to match funds expended on current and future state roads and is available for a two-year period from the date the local option transportation corridor preservation fee was initially imposed. Any unexpended local matching funds revert to the Transportation Corridor Preservation Revolving Loan Fund.

TRANSPORTATION
Operating Budget

Governor Huntsman's Recommendations									
	Actual FY 2008	Authorized FY 2009	Supple- mentals and Budget Cuts	Recommended FY 2009	Base FY 2010	Base Reductions	Ongoing and One-time Adj.	Total FY 2010	
Plan of Financing									
General Fund	\$5,490,000	\$1,250,000	(\$250,000)	\$1,000,000	\$0	\$0	\$0	\$0	
Transportation Fund	198,693,600	202,285,300	(2,700,000)	199,585,300	196,407,700	0	11,722,600	208,130,300	
Federal Funds	97,087,400	44,449,300	0	44,449,300	44,449,300	0	0	44,449,300	
Dedicated Credits	35,000,800	17,363,400	0	17,363,400	17,363,400	0	(42,700)	17,320,700	
Restricted and Trust Funds	7,460,300	6,901,700	0	6,901,700	6,901,700	0	(1,000)	6,900,700	
Beginning Balances	7,912,800	5,990,100	0	5,990,100	0	0	0	0	
Closing Balances	(5,990,100)	0	0	0	0	0	0	0	
Lapsing Funds	(3,502,800)	0	0	0	0	0	0	0	
Total Financing	\$342,152,000	\$278,239,800	(\$2,950,000)	\$275,289,800	\$265,122,100	\$0	\$11,678,900	\$276,801,000	
Programs									
Transportation									
Support Services	\$34,398,600	\$31,371,000	(\$503,300)	\$30,867,700	\$28,240,400	\$0	(\$191,800)	\$28,048,600	
Engineering Services	34,464,000	32,701,500	(450,300)	32,251,200	29,962,000	0	212,500	30,174,500	
Maintenance Management	138,318,900	137,647,800	(1,102,100)	136,545,700	135,472,100	0	742,600	136,214,700	
Region District Management	25,708,000	27,200,500	(644,300)	26,556,200	26,356,200	0	10,701,900	37,058,100	
Equipment Management	33,477,000	20,783,700	0	20,783,700	17,806,100	0	201,600	18,007,700	
Aeronautics	75,785,500	28,535,300	(250,000)	28,285,300	27,285,300	0	10,600	27,295,900	
Construction Management	0	0	0	0	0	0	1,500	1,500	
Total Budget	\$342,152,000	\$278,239,800	(\$2,950,000)	\$275,289,800	\$265,122,100	\$0	\$11,678,900	\$276,801,000	
% Change from Authorized FY 2009 to Total FY 2010								(0.5%)	
FTE Positions	--	1,674.5	0.0	1,674.5	1,674.5	0.0	0.0	1,674.5	

TRANSPORTATION
Capital Budget

Governor Huntsman's Recommendations								
	Actual FY 2008	Authorized FY 2009	Supple- mentals and Budget Cuts	Recommended FY 2009	Base FY 2010	Base Reductions	Ongoing and One-time Adj.	Total FY 2010
Plan of Financing								
General Fund	\$384,000,000	\$41,750,000	(\$40,250,000)	\$1,500,000	\$32,300,000	(\$32,300,000)	\$0	\$0
Transportation Fund	254,520,400	257,692,800	2,700,000	260,392,800	315,758,100	0	50,000,000	365,758,100
Federal Funds	269,590,700	152,831,400	0	152,831,400	152,831,400	0	0	152,831,400
Dedicated Credits	34,093,500	1,550,000	0	1,550,000	1,550,000	0	0	1,550,000
Mineral Lease	51,312,700	66,454,100	0	66,454,100	55,196,400	0	0	55,196,400
Restricted and Trust Funds	306,054,200	362,128,100	(192,700,000)	169,428,100	309,433,300	(217,700,000)	0	91,733,300
Transfers	(18,800,000)	6,000,000	0	6,000,000	6,000,000	0	0	6,000,000
Beginning Balances	123,221,400	57,713,300	0	57,713,300	6,300	0	0	6,300
Closing Balances	(57,713,300)	(6,300)	0	(6,300)	(1,900)	0	0	(1,900)
Lapsing Funds	(48,945,300)	0	0	0	0	0	0	0
Total Financing	\$1,297,334,300	\$946,113,400	(\$230,250,000)	\$715,863,400	\$873,073,600	(\$250,000,000)	\$50,000,000	\$673,073,600
Projects								
Construction	\$524,841,300	\$344,748,600	(\$92,550,000)	\$252,198,600	\$315,539,800	(\$52,300,000)	\$50,000,000	\$313,239,800
Sidewalk Construction	693,100	823,400	0	823,400	500,000	0	0	500,000
B&C Road Account	127,393,600	137,993,400	0	137,993,400	137,993,400	0	0	137,993,400
Maintenance Sheds	0	4,506,000	0	4,506,000	0	0	0	0
Centennial Highway Fund	593,090,600	295,541,800	(41,946,600)	253,595,200	262,707,100	(96,563,100)	0	166,144,000
Mineral Lease Programs	51,315,700	66,764,800	0	66,764,800	55,196,400	0	0	55,196,400
Corridor Preservation Fund	0	95,735,400	(95,753,400)	(18,000)	101,136,900	(101,136,900)	0	0
Total Budget	\$1,297,334,300	\$946,113,400	(\$230,250,000)	\$715,863,400	\$873,073,600	(\$250,000,000)	\$50,000,000	\$673,073,600
% Change from Authorized FY 2009 to Total FY 2010								(28.9%)

CENTENNIAL HIGHWAY FUND
(In Millions of Dollars)

	Annual Funding Available										Total
	Through FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010		
1	\$0.0	\$305.4	\$320.2	\$216.9	\$172.2	\$143.5	\$110.9	\$129.1	\$0.0	\$0.0	
2	703.0	59.6	59.6	59.6	90.0	201.0	249.0	0.0	0.0	1,421.7	
3	(21.2)	(10.8)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(32.0)	
4	13.1	4.8	4.6	5.5	6.3	6.6	7.1	7.4	7.0	62.4	
5	0.0	0.0	0.0	0.0	59.6	0.0	0.0	0.0	0.0	59.6	
6	0.0	0.0	0.0	0.0	0.0	195.3	177.5	181.7	54.2	608.7	
7	0.9	6.2	2.4	1.2	1.2	0.0	0.0	0.0	0.0	12.0	
8	292.4	63.7	65.6	67.6	69.6	1.7	73.8	76.0	73.1	783.5	
9	37.4	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	85.4	
10	83.6	18.7	19.6	20.4	21.5	22.4	23.0	23.7	25.3	258.1	
11	55.2	5.4	2.8	3.1	2.8	2.4	1.1	1.3	0.0	74.1	
12	1,185.8	95.3	0.0	47.1	0.0	0.0	0.0	0.0	0.0	1,328.1	
13	30.1	14.0	31.9	4.7	0.0	0.0	0.0	0.0	0.0	80.7	
14	(3.5)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(3.5)	
15	(202.7)	(51.3)	(52.9)	(53.2)	(48.8)	(46.5)	(42.3)	(37.5)	(32.4)	(567.6)	
16	(33.8)	(35.6)	(79.7)	(74.3)	(77.6)	(81.5)	(91.4)	(99.1)	(104.6)	(677.5)	
17	277.9	34.8	42.3	20.5	5.4	24.0	15.0	0.0	0.0	420.0	
18	6.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	6.9	
19	\$2,425.1	\$516.2	\$422.4	\$325.2	\$308.2	\$474.9	\$529.7	\$288.6	\$28.7	\$3,920.6	
Project Expenditures											
20	\$1,545.1	\$3.1	\$4.6	\$1.2	(\$3.9)	(\$0.4)	\$8.3	\$0.0	\$0.0	\$1,558.0	
21	574.6	192.8	201.0	151.7	168.7	364.4	392.3	197.5	39.2	2,282.2	
22	0.0	0.0	0.0	0.0	0.0	0.0	0.0	84.8	129.6	214.4	
23	\$2,119.7	\$196.0	\$205.5	\$152.9	\$164.8	\$364.0	\$400.6	\$282.3	\$168.8	\$4,054.6	
24	\$305.4	\$320.2	\$216.9	\$172.2	\$143.5	\$110.9	\$129.1	\$6.4	(\$140.1)		
25	\$2,060.0	\$1,105.9	\$1,132.1	\$1,104.9	\$1,027.3	\$945.8	\$854.4	\$755.3	\$650.7		

Notes to Row Numbers

- (3) Savings from the I-15 project transferred to General Fund.
 - (4) Sales tax generated by the 1/64 cent tax rate that previously went to the Sports Authority Special Revenue Fund - estimated growth rate is 6.0 percent per year.
 - (5) Sales tax dedicated to the Centennial Highway Fund Restricted Account through passage of House Bill 1008, Transportation Investment Act (Lockhart), in the 2005 First Special Session.
 - (6) Sales tax dedicated to the Centennial Highway Fund Restricted Account through passage of House Bill 112, Transportation Investment Act (Lockhart), in the 2006 General Session.
 - (7) The July 1, 2006 implementation of this bill caused a one-time accrual adjustment of \$23,426,200 in FY 2007. FY 2010 numbers convey reduced sales tax revenue estimates and budget reductions.
 - (8) Portion of a quarter of the 1/4 cent transit tax increase passed by Salt Lake County voters in the 2000 General Election.
 - (9) The Legislature passed House Bill 3001, Technical Reallocation of Transportation Funding (Bigelev), in the 2006 3rd Special Session. For FY 2007, this bill reallocated \$70 million Transportation Fund and \$30 million federal funds to Construction Management and replaced this reallocation with \$100 million General Fund.
 - (10) Transportation revenues from auto and truck registration fee increase passed in the 1997 General Session.
 - (11) Total Annual Funding includes the beginning balances. The Total column on the far right only includes new money to the fund and thus does not include beginning balances.
- Notes: Minor differences on table are due to rounding.
Previous versions of the Budget Recommendations book reported bonds in the year they were authorized. The above historical funding plan reports bonds in the year they were expended. This results in minor differences between versions of the Centennial Highway Fund schedule.

TRANSPORTATION

	General Fund	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
TRANSPORTATION FY 2010 OPERATING BUDGET							
Beginning Base Budget							
Q1	\$1,250,000	\$202,285,300	\$44,449,300	\$17,363,400	\$6,901,700	\$0	\$272,249,700
Q2	(1,250,000)	(3,177,600)	0	0	0	0	(4,427,600)
Q3	0	(2,700,000)	0	0	0	0	(2,700,000)
Total Beginning Base Budget - Transportation	0	196,407,700	44,449,300	17,363,400	6,901,700	0	265,122,100
Statewide Ongoing Adjustments							
Q4	0	(156,700)	0	(34,800)	0	0	(171,500)
Q5	0	(105,900)	0	2,700	1,100	0	(102,100)
Q6	0	1,613,700	0	1,100	0	0	1,614,800
Q7	0	(241,900)	0	(11,700)	(2,100)	0	(255,700)
Q8	0	300	0	0	0	0	300
<i>Subtotal Statewide Ongoing Adjustments - Transportation</i>	<i>0</i>	<i>1,129,500</i>	<i>0</i>	<i>(42,700)</i>	<i>(1,000)</i>	<i>0</i>	<i>1,085,800</i>
Ongoing Adjustments							
Maintenance Management							
Q9	0	3,604,500	0	0	0	0	3,604,500
Q10	0	2,105,600	0	0	0	0	2,105,600
Q11	0	4,533,000	0	0	0	0	4,533,000
<i>Subtotal Ongoing Adjustments - Transportation</i>	<i>0</i>	<i>10,243,100</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>10,243,100</i>
One-time Adjustments							
Equipment Management							
Q12	0	225,000	0	0	0	0	225,000
Q13	0	125,000	0	0	0	0	125,000
<i>Subtotal One-time Adjustments - Transportation</i>	<i>0</i>	<i>350,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>350,000</i>
Total FY 2010 Transportation Adjustments	0	11,722,600	0	(42,700)	(1,000)	0	11,678,900
Total FY 2010 Transportation Operating Budget	\$0	\$208,130,300	\$44,449,300	\$17,320,700	\$6,900,700	\$0	\$276,801,000
TRANSPORTATION FY 2009 OPERATING BUDGET ADJUSTMENTS							
2008 Special Session							
Q14	(250,000)	(\$2,700,000)	\$0	\$0	\$0	\$0	(\$2,950,000)
<i>Subtotal 2008 Special Session - Transportation</i>	<i>(250,000)</i>	<i>(2,700,000)</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>(2,950,000)</i>
Total FY 2009 Transportation Budget Adjustments	(\$250,000)	(\$2,700,000)	\$0	\$0	\$0	\$0	(\$2,950,000)

TRANSPORTATION - CONTINUED

	General Fund	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
TRANSPORTATION FY 2010 CAPITAL BUDGET							
Beginning Base Budget							
Q15 FY 2009 appropriated budget	\$41,750,000	\$257,692,800	\$152,831,400	\$1,550,000	\$412,183,600	(\$37,526,600)	\$828,481,200
Q16 Adjustments for one-time FY 2009 appropriations	(6,750,000)	(4,506,000)	0	0	0	0	(11,256,000)
Q17 Adjustments to funding levels	0	59,871,300	0	0	(67,750,300)	98,727,400	90,848,400
Q18 Base budget cuts - 2008 Special Session	(2,700,000)	2,700,000	0	0	(35,000,000)	0	(35,000,000)
Q19 2010 Budget reductions	(32,300,000)	0	0	0	(217,700,000)	0	(250,000,000)
Total FY 2010 Transportation Capital Base Budget	0	315,758,100	152,831,400	1,550,000	91,733,300	61,200,800	623,073,600
Ongoing Adjustments							
Construction Management							
Q20 Road construction funding	0	50,000,000	0	0	0	0	50,000,000
<i>Subtotal Ongoing Capital Adjustments - Transportation</i>	<i>0</i>	<i>50,000,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>50,000,000</i>
Total FY 2010 Transportation Capital Adjustments	0	50,000,000	0	0	0	0	50,000,000
Total FY 2010 Transportation Capital Budget	\$0	\$365,758,100	\$152,831,400	\$1,550,000	\$91,733,300	\$61,200,800	\$673,073,600
TRANSPORTATION FY 2009 CAPITAL BUDGET ADJUSTMENTS							
2008 Special Session							
Q21 Base budget cuts	(\$7,950,000)	\$2,700,000	\$0	\$0	(\$35,000,000)	\$0	(\$40,250,000)
<i>Subtotal 2008 Special Session Capital Adjustments - Transportation</i>	<i>(7,950,000)</i>	<i>2,700,000</i>	<i>0</i>	<i>0</i>	<i>(35,000,000)</i>	<i>0</i>	<i>(40,250,000)</i>
Supplemental Adjustments							
Q22 Budget reductions	(32,300,000)	0	0	0	(157,700,000)	0	(190,000,000)
<i>Subtotal Supplemental Capital Adjustments - Transportation</i>	<i>(32,300,000)</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>(157,700,000)</i>	<i>0</i>	<i>(190,000,000)</i>
Total FY 2009 Transportation Capital Adjustments	(\$40,250,000)	\$2,700,000	\$0	\$0	(\$192,700,000)	\$0	(\$230,250,000)
TRANSPORTATION TOTALS							
FY 2010 Operating Base Budget	\$0	\$196,407,700	\$44,449,300	\$17,363,400	\$6,901,700	\$0	\$265,122,100
FY 2010 Operating Ongoing and One-time Adjustments	0	11,722,600	0	(42,700)	(1,000)	0	11,678,900
FY 2010 Operating Recommendation	0	208,130,300	44,449,300	17,320,700	6,900,700	0	276,801,000
FY 2009 Operating Adjustments	(250,000)	(2,700,000)	0	0	0	0	(2,950,000)
FY 2010 Capital Base Budget	0	315,758,100	152,831,400	1,550,000	91,733,300	61,200,800	623,073,600
FY 2010 Capital Ongoing and One-time Adjustments	0	50,000,000	0	0	0	0	50,000,000
FY 2010 Capital Recommendation	0	365,758,100	152,831,400	1,550,000	91,733,300	61,200,800	673,073,600
FY 2009 Capital Adjustments	(40,250,000)	2,700,000	0	0	(192,700,000)	0	(230,250,000)